



The California State University
FOUNDATION

FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

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INDEPENDENT AUDITORS' REPORT

To the Board of Governors of
California State University Foundation:

Opinion

We have audited the accompanying financial statements of California State University Foundation (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of California State University Foundation (the Foundation) as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the California State University Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the California State University Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the California State University Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the California State University Foundation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 19, 2024 on our consideration of the California State University Foundation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the California State University Foundation's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Windes, Inc.".

Long Beach, California
September 19, 2024

CALIFORNIA STATE UNIVERSITY FOUNDATION

STATEMENTS OF FINANCIAL POSITION

		ASSETS	
		June 30,	
		2024	2023
CURRENT ASSETS			
Cash	\$	1,458,077	\$ 2,090,543
Pledges receivable, current portion		1,616,000	2,402,000
Other current assets		53,881	49,638
		<u>3,127,958</u>	<u>4,542,181</u>
NONCURRENT ASSETS			
Investments		42,761,494	38,864,912
Charitable gift annuity assets		8,726,328	7,990,787
Pledges receivable, net of current portion		—	714,300
Other receivables		139,346	132,774
		<u>51,627,168</u>	<u>47,702,773</u>
TOTAL ASSETS	\$	<u>54,755,126</u>	\$ <u>52,244,954</u>
LIABILITIES AND NET ASSETS			
CURRENT LIABILITIES			
Accounts payable	\$	47,398	\$ 46,753
Local agency liability, current portion		40,315	73,778
		<u>87,713</u>	<u>120,531</u>
NONCURRENT LIABILITIES			
Charitable gift annuity liability		8,726,328	7,990,787
Other payables		139,346	132,774
Local agency liability, net of current portion		136,979	122,234
		<u>9,002,653</u>	<u>8,245,795</u>
TOTAL LIABILITIES		<u>9,090,366</u>	<u>8,366,326</u>
NET ASSETS			
Without donor restrictions:			
Undesignated	\$	7,181,439	\$ 6,485,474
Board designated quasi endowment		344,762	344,762
		<u>7,526,201</u>	<u>6,830,236</u>
With donor restrictions:			
Restricted for time/purpose/spending policy		21,748,102	20,733,660
Restricted in perpetuity - endowment		16,390,457	16,314,732
		<u>38,138,559</u>	<u>37,048,392</u>
TOTAL NET ASSETS		<u>45,664,760</u>	<u>43,878,628</u>
TOTAL LIABILITIES AND NET ASSETS	\$	<u>54,755,126</u>	\$ <u>52,244,954</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions	\$ 601,884	\$ 1,335,752	\$ 1,937,636
Investment income	697,243	3,731,284	4,428,527
Other	637,474	45,214	682,688
Net assets released from restrictions	4,048,046	(4,048,046)	—
Net assets released to restrictions	(25,963)	25,963	—
Total Support and Revenue	<u>5,958,684</u>	<u>1,090,167</u>	<u>7,048,851</u>
EXPENSES			
Program Services:			
Projects, grants, and other assistance	1,901,830	—	1,901,830
Student scholarships	2,164,428	—	2,164,428
Conferences, conventions, and meetings	303,447	—	303,447
Other expenses	331,134	—	331,134
Total Program Services	<u>4,700,839</u>	<u>—</u>	<u>4,700,839</u>
Supporting Services:			
Professional services	47,657	—	47,657
Conferences, conventions, and meetings	15,011	—	15,011
Overhead	9,954	—	9,954
In-kind administrative expenses	376,798	—	376,798
Other expenses	36,607	—	36,607
Fundraising	75,853	—	75,853
Total Supporting Services	<u>561,880</u>	<u>—</u>	<u>561,880</u>
Total Expenses	<u>5,262,719</u>	<u>—</u>	<u>5,262,719</u>
CHANGE IN NET ASSETS	695,965	1,090,167	1,786,132
NET ASSETS AT BEGINNING OF YEAR	<u>6,830,236</u>	<u>37,048,392</u>	<u>43,878,628</u>
NET ASSETS AT END OF YEAR	<u>\$ 7,526,201</u>	<u>\$ 38,138,559</u>	<u>\$ 45,664,760</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions	\$ 595,843	\$ 3,666,312	\$ 4,262,155
Investment income	459,295	2,475,205	2,934,500
Other	551,531	93,464	644,995
Net assets released from restrictions	5,327,590	(5,327,590)	—
Net assets released to restrictions	(98,507)	98,507	—
Total Support and Revenue	<u>6,835,752</u>	<u>1,005,898</u>	<u>7,841,650</u>
EXPENSES			
Program Services:			
Projects, grants, and other assistance	3,236,191	—	3,236,191
Student scholarships	2,078,873	—	2,078,873
Conferences, conventions, and meetings	307,049	—	307,049
Other expenses	288,186	—	288,186
Total Program Services	<u>5,910,299</u>	<u>—</u>	<u>5,910,299</u>
Supporting Services:			
Professional services	45,940	—	45,940
Conferences, conventions, and meetings	6,984	—	6,984
Overhead	11,452	—	11,452
In-kind administrative expenses	353,457	—	353,457
Other expenses	70,321	—	70,321
Fundraising	73,911	—	73,911
Total Supporting Services	<u>562,065</u>	<u>—</u>	<u>562,065</u>
Total Expenses	<u>6,472,364</u>	<u>—</u>	<u>6,472,364</u>
CHANGE IN NET ASSETS	363,388	1,005,898	1,369,286
NET ASSETS AT BEGINNING OF YEAR	<u>6,466,848</u>	<u>36,042,494</u>	<u>42,509,342</u>
NET ASSETS AT END OF YEAR	<u>\$ 6,830,236</u>	<u>\$ 37,048,392</u>	<u>\$ 43,878,628</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

STATEMENTS OF CASH FLOWS

	For the Year Ended	
	June 30,	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,786,132	\$ 1,369,286
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Unrealized and realized gain on investments	(3,963,647)	(2,394,812)
Contributions for long-term investments	(1,204,942)	(1,589,644)
Noncash donation capitalized	(760)	(760)
Change in discounts to present value of pledges receivable	(35,700)	1,112
Net (increase) decrease in:		
Pledges receivable	1,536,000	625,500
Other current assets	(3,483)	53,518
Net increase (decrease) in:		
Accounts payable	645	16,175
Other current liabilities	—	(120)
Local agency liability	(33,463)	1,153
Net Cash Used In Operating Activities	<u>(1,919,218)</u>	<u>(1,918,592)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	551,316	1,216,648
Purchase of investments	(469,506)	(544,465)
Net Cash Provided By Investing Activities	<u>81,810</u>	<u>672,183</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Contributions for long-term investments	1,204,942	1,589,644
Net Cash Provided By Financing Activities	<u>1,204,942</u>	<u>1,589,644</u>
NET CHANGE IN CASH	(632,466)	343,235
CASH AT BEGINNING OF YEAR	<u>2,090,543</u>	<u>1,747,308</u>
CASH AT END OF YEAR	<u>\$ 1,458,077</u>	<u>\$ 2,090,543</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 1 – Nature of Activities and Significant Accounting Policies

Nature of Activities

California State University Foundation (the Foundation) is a nonprofit organization serving as an auxiliary to the Office of the Chancellor of the California State University (CSU). The Foundation receives and expends charitable gifts, manages endowments, accepts grants, and administers charitable gift annuities and other funds in accordance with specific agreements.

Recently Adopted Accounting Pronouncements

Beginning July 1, 2023, the Foundation adopted Accounting Standards Update (ASU) No. 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments* and its related amendments, which replaces the incurred loss methodology with an expected loss methodology referred to as the current expected credit loss (CECL) methodology. This ASU requires the measurement of all expected credit losses for financial assets held at the reporting date based on historical experience, current conditions, and reasonable and supportable forecasts. This ASU also requires the Foundation to use forward-looking information to better formulate its credit loss estimates.

The ASU permits the use of either a prospective transition method or a modified-retrospective transition method with the cumulative-effect adjustment to the opening balance of net assets. The Foundation has elected the use of the modified-retrospective transition method. The transition method selected resulted in no adjustment to the opening balance of net assets.

Financial Statement Presentation

The accompanying financial statements are presented on the accrual basis of accounting, and the Foundation is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Revenues, gains, expenses, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

- **Net assets without donor restrictions** – Net assets without donor restrictions represent net assets that are not subject to donor-imposed restrictions and that may be expendable for any purpose in performing the primary objectives of the Foundation.
- **Net assets with donor restrictions** – Net assets with donor restrictions represent net assets subject to donor-imposed restrictions that will be met either by actions of the Foundation or the passage of time. Other net assets include gifts and pledges, which require, by donor restriction, that the corpus be invested in perpetuity. As the restrictions are satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statements of activities as net assets released from restrictions.

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 1 – Nature of Activities and Significant Accounting Policies (Continued)

Contributions

Contributions, including unconditional promises to give, are recorded as made. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend are substantially met.

Contributions of noncash goods and services are recorded at the estimated fair value on the date of the contribution.

Use of Estimates and Assumptions

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

Fair Value Measurements

The Foundation follows the provisions required for fair value measurements and disclosures of financial and nonfinancial assets and liabilities that are recognized or disclosed at fair value in the financial statements on a recurring and nonrecurring basis.

The Foundation's assessment of the significance of a particular input to the fair value measurements requires judgment and may affect the valuation of the assets and liabilities being measured and their placement within the fair value hierarchy.

Concentration of Cash

The Foundation maintains cash with financial institutions which, at various times, may exceed federally insured limits. The Foundation has not experienced any deposit losses in the past and believes it is not exposed to any significant risk of loss.

Investments

Investments held by the Foundation include marketable securities, fixed income securities, alternative investments, and venture capital and partnerships. The investments are reflected in the statements of financial position at fair value. Unrealized gains and losses are included in the change in net assets on the statements of activities.

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 1 – Nature of Activities and Significant Accounting Policies (Continued)

Investments (Continued)

The Foundation's investments in marketable securities and fixed income securities are generally publicly traded on national securities exchanges and have readily available quoted market values. The Foundation's investments in alternative investments and venture capital and partnerships are carried at estimated fair value. Management established fair value of these non-marketable investments based on valuations provided by investment advisors/custodians on their most recent statements available. Venture capital and partnerships estimated fair value is based on financial information that is six months in arrears. The Foundation believes that the carrying amount of these financial instruments is a reasonable estimate of fair value.

At June 30, 2024 and 2023, and at various times throughout the years, the Foundation maintains investment balances at brokers which may not be covered by federally insured limits, that exceed amounts insured by Securities Investor Protection Corporation (SIPC), or are alternative investments which are not covered by SIPC. Certain investments not covered by SIPC may or may not be insured by supplemental insurance carried by the brokers. The Foundation has not experienced any deposit losses in such accounts. Management believes it is not exposed to any significant risk on these accounts.

Allocation of Functional Expenses

The financial statements report certain categories of expenses that are attributable to one or more supporting functions of the Foundation. Those expenses include conferences, conventions, meetings, and other expenses. All categories are allocated between program and supporting services based on the benefits received by either the Foundation or the Chancellor's Office.

The Foundation's investments are exposed to various risks, such as market and credit risks. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term could materially affect investment balances and the amounts reported in the financial statements.

Pledges Receivable

Pledges receivable represent amounts committed by donors and grantors that have not been received by the Foundation as of the fiscal year-end. Unconditional promises to give due in the next year are recorded at their net realizable value. Unconditional promises to give due in subsequent years are recorded at the present value of their net realizable value, discounted using risk-free interest rates applicable to the years in which the promises are received.

Management determines the allowance for credit losses based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. The Foundation did not deem an allowance necessary at June 30, 2024 and 2023.

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 1 – Nature of Activities and Significant Accounting Policies (Continued)

Charitable Gift Annuity Assets and Liability

The Foundation administers charitable gift annuities for various CSU campuses. The Foundation acts as an intermediary for the campuses, administering the charitable gift annuities for an agreed-upon percentage of the annuity residuum.

Assets held for charitable gift annuities totaled \$8,726,328 and \$7,990,787 and are reported at fair market value in the Foundation's statements of financial position as of June 30, 2024 and 2023, respectively. On an annual basis, the Foundation revalues the liability to make distributions to the designated beneficiaries based on actuarial assumptions. Present value of amounts owed to annuitants and to various campuses in the CSU system totaled \$4,766,818 and \$3,959,510, respectively at June 30, 2024 and \$3,875,439 and \$4,115,348, respectively, at June 30, 2023. The present value of the estimated future payments is calculated using discount rates ranging from 0.4% to 7.4% for 2024 and applicable mortality tables.

Other Noncurrent Receivables and Payables

The Foundation was named as an agent by the donors of two charitable remainder trusts. As of June 30, 2024 and 2023, the fair market value of the trusts totaled \$139,346 and \$132,774, respectively, and are reported in noncurrent other receivables and other payables on the statements of financial position.

In-Kind Support

The Foundation receives noncash goods (in-kind support) and uses them for program support. Contributions of donated noncash goods are recorded at the estimated fair value in the period received in current assets and contributions. The in-kind support for the Foundation includes, but is not limited to: tangible assets such as artwork (for campus educational use), notebooks, and customized awards (for conferences); and intangible donated or discounted food and beverages, meeting space, and rentals (for conferences). In addition, the Foundation also receives in-kind administrative services from the Chancellor's Office. (See Note 10.) The Foundation recognizes them in the various expenses in the accompanying financial statements when the noncash goods are used or distributed.

Tax Status

The Foundation has received tax-exempt status from the Internal Revenue Service and California Franchise Tax Board under Section 501(c)(3) of the Internal Revenue Code, and Section 23701(d) of the Revenue and Taxation Code, respectively. The Foundation recognizes the financial statement benefit of tax positions, such as its filing status of tax-exempt, only after determining that the relevant tax authority would more likely than not sustain the position following an audit. The Foundation is subject to potential income tax audits on open tax years by any taxing jurisdiction in which it operates. The statute of limitations for federal and California state purposes is generally three and four years, respectively.

Subsequent Events

The Foundation's management has evaluated subsequent events from the statements of financial position date through September 19, 2024, the date the financial statements were available to be issued.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 2 – Liquidity and Availability

The following reflects the Foundation’s financial assets as of the statements of financial position date, reduced by amounts not available for general use within one year of the statements of financial position date because of contractual or donor-imposed restrictions. Amounts not available include amounts set aside for long-term investing for board-designated activities that could be drawn upon if the governing board approves that action.

	<u>June 30,</u>	
	<u>2024</u>	<u>2023</u>
Financial assets:		
Cash	\$ 1,458,077	\$ 2,090,543
Investments	42,761,494	38,864,912
Pledges receivable	1,616,000	3,116,300
	<u>45,835,571</u>	<u>44,071,755</u>
Less those unavailable for general expenditure within one year due to:		
Contractual or donor-imposed restrictions:		
Restricted by donor with purpose and time restrictions	(21,748,102)	(20,733,660)
Restricted by donor with perpetual restrictions	(16,390,457)	(16,314,732)
Board designation quasi endowment	(344,762)	(344,762)
Local agency net assets held:		
Alumni Council	(176,649)	(188,012)
Student Association	(645)	(8,000)
	<u>(38,660,615)</u>	<u>(37,589,166)</u>
Add anticipated Board-approved endowment appropriations	<u>1,321,283</u>	<u>1,313,660</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 8,496,239</u>	<u>\$ 7,796,249</u>

The Foundation’s endowment funds consist of donor-restricted and Board-designated quasi-endowment funds. Income from donor-restricted endowments is restricted for specific purposes and, therefore, is not available for general expenditure. As described in Note 8, for fiscal years 2024 and 2023, the Board of Governors targets current distribution at 4% of the endowment value, based on a 3-year moving average.

As part of the Foundation’s liquidity management, the Working Capital and Reserves Policy structures its financial assets to be available as its general expenditures, liabilities, and other expenditures come due. The policy requires that working capital should be maintained at a level sufficient to provide for at least 90 days of normal operating expenditures. The allocation should be consistent with the current year’s approved operating budget and authorized program allocations. As of June 30, 2024, \$410,388 was dedicated in cash to fully fund the annual operating expenses and Board-designated budget expenditures. In addition, \$1,008,106 was available in cash for program funds held by the Foundation. An additional \$39,583 in agency funds were held in cash.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 2 – Liquidity and Availability (Continued)

In addition, Education Code Section 89904(b) requires California State University auxiliaries to implement financial standards that will assure fiscal viability by the establishment of reserve funds for current operation, capital replacement, and new business ventures. The Working Capital and Reserves Policy provides a basis for the annual review of fiscal viability, compliance with U.S. GAAP, and criteria for the distribution of reserves (General Reserves). General Reserves are maintained at a level sufficient to provide for at least one year of normal operating expenditures and contracted service obligations. The Board of Governors considers future needs for capital equipment acquisition, capital development projects, and/or new business ventures. General Reserves are generated from an excess of revenue over expenditures in the Foundation's General Fund. Allocations from the General Reserve require the approval of the Board of Governors. The Board of Governors reviews the status of the General Reserves each fiscal year as part of the annual budget approval. The unrestricted fund balance for General Reserves was \$5,726,777 as of June 30, 2024.

NOTE 3 – Pledges Receivable

Pledges receivable are scheduled to be collected as follows:

	June 30,	
	2024	2023
Current receivable in less than one year	\$ 1,616,000	\$ 2,402,000
Noncurrent receivable in one to five years	—	750,000
Less discount factor to present value	—	(35,700)
Net noncurrent receivable	—	714,300
	<u>\$ 1,616,000</u>	<u>\$ 3,116,300</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 – Investments

Investments consist of the following:

	June 30,			
	2024		2023	
	Cost	Fair Value	Cost	Fair Value
Money market	\$ 331,340	\$ 425,306	\$ 344,024	\$ 344,024
Common stock and options	12,474,451	15,805,049	9,494,934	11,072,683
Exchange-traded and closed-end funds	3,176,306	3,806,731	5,441,314	5,889,697
Corporate securities	833,900	770,076	794,569	697,224
Mutual funds	7,788,368	7,572,985	7,551,610	7,203,702
Government securities	1,656,764	1,551,464	1,893,595	1,770,790
Alternative investments	10,602,203	12,821,106	9,580,926	11,874,982
Venture capital and partnership	—	8,777	—	11,810
	<u>\$ 36,863,332</u>	<u>\$ 42,761,494</u>	<u>\$ 35,100,972</u>	<u>\$ 38,864,912</u>

Investment income is summarized as follows:

	For the Year Ended June 30,	
	2024	2023
Reinvested interest and dividends, net of investment fees	\$ 464,880	\$ 539,688
Net unrealized gains	2,711,414	1,427,434
Net realized gains	1,252,233	967,378
	<u>\$ 4,428,527</u>	<u>\$ 2,934,500</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 5 - Charitable Gift Annuity Assets

Charitable gift annuity assets for which the Foundation administers consist of the following:

	June 30,			
	2024		2023	
	Cost	Fair Value	Cost	Fair Value
Cash and cash equivalents	\$ 57,632	\$ 57,632	\$ 5,056,026	\$ 5,056,026
Fixed income securities	3,275,155	3,302,990	3,150,297	2,934,761
Equities	4,637,729	5,277,703	—	—
Alternative investments	84,965	88,003	—	—
	<u>\$ 8,055,481</u>	<u>\$ 8,726,328</u>	<u>\$ 8,206,323</u>	<u>\$ 7,990,787</u>

The Foundation changed providers for administrative and investment services of the charitable gift annuity program on July 1, 2023. As a result of the change of providers, all fixed income securities held by the Foundation were transferred between providers. Upon receipt, the new provider reinvested the assets according to the charitable gift annuity program investment policy statement.

NOTE 6 - Local Agency Liability

The Foundation entered into an operating agreement with the CSU Alumni Council on March 31, 2006. Pursuant to the agreement, the Foundation agreed to provide all accounting and financial management services to the CSU Alumni Council. As of June 30, 2024 and 2023, the Foundation had a liability balance due to the CSU Alumni Council of \$176,649 and \$188,012, respectively. The balance was related to the cash held by the Foundation on behalf of the CSU Alumni Council.

During fiscal year 2011, the Foundation began providing limited accounting services for the California State Student Association related to their participation in the Foundation's procurement card program. At June 30, 2024 and 2023, the Foundation had a liability balance due to the California State Student Association of \$645 and \$8,000, respectively, for the net assets held by the Foundation on behalf of the California State Student Association.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 6 - Local Agency Liability (Continued)

The activity for the net local agency liability is as follows:

	<u>Alumni Council Liability</u>	<u>Student Association Liability</u>
Balance at June 30, 2022	\$ (177,075)	\$ (8,092)
Investment income	(9,692)	—
Operating (income) loss	<u>(1,245)</u>	<u>92</u>
Balance at June 30, 2023	(188,012)	(8,000)
Investment income	(14,746)	—
Operating loss	<u>26,109</u>	<u>7,355</u>
Balance at June 30, 2024	<u><u>\$ (176,649)</u></u>	<u><u>\$ (645)</u></u>

NOTE 7 - Net Assets

The following is a summary of the Foundation's net assets:

Net Assets Without Donor Restrictions

	<u>June 30,</u>	
	<u>2024</u>	<u>2023</u>
Undesignated	\$ 7,181,439	\$ 6,485,474
Board-designated Reed Quasi Endowment	130,000	130,000
Board-designated Hauck Quasi Endowment	64,762	64,762
Board-designated White Quasi Endowment	<u>150,000</u>	<u>150,000</u>
	<u><u>\$ 7,526,201</u></u>	<u><u>\$ 6,830,236</u></u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 7 - Net Assets (Continued)

Net Assets With Donor Restrictions - Restricted for Time/Purpose/Spending Policy

	June 30,	
	2024	2023
Scholarships	\$ 8,404,251	\$ 8,285,535
Haworth Family Quasi Endowment	91,563	91,563
State University House Quasi Endowment	4,401,883	4,401,883
Inflation Reserve	6,068,480	5,288,890
University Projects	2,781,925	2,665,789
	\$ 21,748,102	\$ 20,733,660

At June 30, 2024 and 2023, respectively, included in net assets with donor restrictions are quasi endowment funds and accumulated investment gains of \$19,121,643 and \$16,313,328.

Included in net assets with donor restrictions, in accordance with the endowment agreements, are inflation reserves for each endowment. The inflation reserve funds are maintained to preserve the purchasing power of the endowment principal; however, they can be spent in support of the endowments' purposes at the discretion of the Board of Governors. During periods of inflation, the Foundation allocates amounts from the scholarship funds to the inflation reserve funds at a rate commensurate with the Consumer Price Index.

Haworth Family Quasi Endowment is included in net assets with donor restrictions. The donor instructed the funds to be used for scholarships at the Board of Governors' direction. The Board of Governors elected to preserve the funds as an endowment, technically known as Haworth Family Quasi Endowment.

The State University House Quasi Endowment was funded with the net proceeds of the sale of real property donated for the purpose of a residence for the Chancellor. The endowment funds the reimbursement of the housing allowance and related hospitality expenditures to the California State University.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 7 - Net Assets (Continued)

Net Assets With Donor Restrictions - Restricted in Perpetuity

	June 30,	
	2024	2023
Gregson Bautzer University Fund Scholarship	\$ 150,000	\$ 150,000
Glenn and Dorothy Dumke Fellowship	24,617	24,617
Nathaniel R. and Valarie Dumont Scholarship	525,000	525,000
William Randolph Hearst/CSU Trustees' Award for Outstanding Achievement	424,050	424,050
Robert M. Odell Endowment Scholarship in Public Administration	75,300	75,300
Dr. Ali C. Razi Endowed Scholarship	337,500	337,500
Wilson C. Riles Education Scholarship	100,000	100,000
Angelina Aliberti Ruggie and Lawrence L. Ruggie Endowed Scholarship	34,346	34,346
Dale M. Schoettler Scholarship for Visually Impaired Students	5,830,940	5,830,940
Dr. Murray L. Galinson Endowed Scholarship	153,710	153,710
William and Janet Lahey Art Education and Visual Art Scholarship Endowment	289,200	289,200
William Hauck Endowed Scholarship	97,000	95,500
Stauffer Foundation Endowment	270,175	240,175
Charles and Catherine Reed Endowment	120,850	115,850
Robert D. and Dorothy W. Talty Endowment	134,380	134,380
Kenneth Fong Scholar Endowment	150,000	150,000
Trustee Emerita Claudia Hampton Endowed Scholarship	150,000	150,000
Hampton Scholars Endowed Scholarship	262,464	259,264
George Marcus Endowment	115,000	115,000
James Key Endowment	431,163	431,163
Michelle Marriott Endowment	37,500	37,500
Richard Leffingwell Endowment	166,000	155,000
Howard C. Christiansen Endowment	573,229	573,229
Wang Family Excellence Endowment	2,500,000	2,500,000
Ron and Mitzi Barhorst Scholarship Endowment	236,303	236,303
Lyman G. Chaffee Endowment	100,000	100,000
Michael A. and Debra Lucki Endowment	157,500	140,000
Jose and Catherine Gomez Endowment	45,000	45,000
Leo Van Cleve International Program Endowment	2,725	2,700
Laurence K. Gould Jr Endowment	152,306	144,806
William and Janet Lahey Summer Arts Endowment	289,199	289,199
Real Estate and Land Use Institute Program Endowment	1,000,000	1,000,000
Real Estate and Land Use Institute Scholarship Endowment	1,430,000	1,430,000
CSU Social Science Research and Instructional Council Student Symposium Endowment	25,000	25,000
	<u>\$ 16,390,457</u>	<u>\$ 16,314,732</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 7 - Net Assets (Continued)

Net Assets With Donor Restrictions - Restricted in Perpetuity (Continued)

Each of the Foundation's endowments has been established to support a scholarship or program fund recorded in net assets with donor restrictions. Investment gains and losses from the endowment funds are recorded as increases or decreases to the scholarship or program funds in accordance with the Foundation's endowment agreements.

NOTE 8 - Endowments

The Foundation's endowments consist of several individual donor-designated funds established to support a program or scholarship recorded in net assets with donor restrictions. Net assets associated with the endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Foundation has interpreted the California Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment fund, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as net assets with donor restrictions in perpetuity: (a) the original value of the gifts donated to the perpetually restricted endowment, (b) the original value of subsequent gifts to the perpetually restricted endowment, and (c) accumulations to the perpetually restricted endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion that is not classified in donor-restricted in perpetuity net assets is classified as net assets with donor restriction for time/purpose/spending policy until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Foundation and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Foundation
- (7) The investment policies of the Foundation

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 8 - Endowments (Continued)

The Finance and Investment Committee of the Board of Governors is charged with the responsibility of managing the investment of endowment assets for the Foundation. The overall goal in management of these funds is to generate a long-term total rate of return that provides sustainable distributions to support program expenditures within a reasonable level of risk. As a result, the endowment assets are invested in a manner that is intended to produce results that, over the long term, allow them to grow at a rate exceeding expected inflation. This is consistent with the Foundation’s objective to maintain the purchasing power of the endowment assets held in perpetuity and to provide additional real growth through new gifts and investment return.

The Board of Governors targets distribution at 4% of the portfolio value, based on a 3-year moving average.

The Finance and Investment Committee of the Board of Governors adheres to modern portfolio theory, which has, as its basis, risk reduction through diversification. Diversification is obtained through the use of multiple asset classes and multiple investments within these asset classes. Asset classes that may be used include, but are not limited to, domestic and international corporate stocks and bonds, alternative investments, and government-issued debt securities. The investment strategy is implemented through the selection of external advisors and managers with the expertise and successful histories in the management of specific asset classes.

Endowment net assets consist of the following at June 30, 2024:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Donor-restricted endowment funds			
Original donor-restricted amount required to be maintained in perpetuity	\$ —	\$ 16,390,457	\$ 16,390,457
Accumulated investment gains	—	14,628,197	14,628,197
Quasi endowment funds	<u>344,762</u>	<u>4,493,446</u>	<u>4,838,208</u>
 Total	 <u>\$ 344,762</u>	 <u>\$ 35,512,100</u>	 <u>\$ 35,856,862</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 8 - Endowments (Continued)

Endowment net assets consist of the following at June 30, 2023:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Donor-restricted endowment funds			
Original donor-restricted amount required to be maintained in perpetuity	\$ —	\$ 16,314,732	\$ 16,314,732
Accumulated investment gains	—	11,819,882	11,819,882
Quasi endowment funds	<u>344,762</u>	<u>4,493,446</u>	<u>4,838,208</u>
 Total	<u>\$ 344,762</u>	<u>\$ 32,628,060</u>	<u>\$ 32,972,822</u>

Net changes in endowment funds and the related portion of net assets with donor restrictions for the year ended June 30, 2024 were as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets, as of June 30, 2023	\$ 344,762	\$ 32,628,060	\$ 32,972,822
Investment income:			
Reinvested interest and dividends, net of investment fees	—	393,932	393,932
Net appreciation (realized and unrealized)	—	3,350,615	3,350,615
Total investment income	—	3,744,547	3,744,547
Contributions	—	310,533	310,533
Appropriated for expenditure	—	(1,171,040)	(1,171,040)
 Endowment net assets, as of June 30, 2024	<u>\$ 344,762</u>	<u>\$ 35,512,100</u>	<u>\$ 35,856,862</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 8 - Endowments (Continued)

Net changes in endowment funds and the related portion of net assets with donor restrictions for the years ended June 30, 2023 were as follows:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Endowment net assets, as of June 30, 2022	\$ 344,762	\$ 30,956,087	\$ 31,300,849
Investment income:			
Reinvested interest and dividends, net of investment fees	—	457,745	457,745
Net appreciation (realized and unrealized)	—	2,029,586	2,029,586
Total investment income	—	2,487,331	2,487,331
Contributions	—	357,552	357,552
Appropriated for expenditure	—	(1,172,910)	(1,172,910)
Endowment net assets, as of June 30, 2023	<u>\$ 344,762</u>	<u>\$ 32,628,060</u>	<u>\$ 32,972,822</u>

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Foundation to retain as a fund of perpetual duration. As of June 30, 2024, there were no deficiencies incurred. Due to market conditions for the fiscal year ended June 30, 2023, one endowment fund had a balance deficiency of \$795.

During the fiscal years ended June 30, 2024 and 2023, the Foundation matched at a rate of 1:2 (50 cents for every dollar) for new donor gifts contributed to endowment funds supporting the Trustees' Award for Outstanding Achievement. These matching funds were approved by the Board of Governors through the budget line item entitled "Trustees' Award Endowment Incentive" and will be classified in endowment funds and subject to donor restriction, and all expenditure requests and transfers must be consistent with donor intent for the donor contributions. During the years ended June 30, 2024 and 2023, \$25,963 and \$98,507 was released to restriction, respectively.

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 9 - Fair Value Measurements

The Foundation uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine the fair value disclosures. The fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is best determined based upon quoted market prices. However, in certain instances, there are no quoted market prices for the Foundation's various financial instruments. In cases where quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques. Those techniques are significantly affected by the assumptions used, including discount rates and estimates of future cash flows. Accordingly, the fair value estimates may not be realized in an immediate settlement of the instrument. The Foundation groups its assets and liabilities measured at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Foundation has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability. This valuation is accomplished using management's best estimate of fair value, with inputs into the determination of fair value that require significant management judgment or estimation.

The level in the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The Foundation determines the fair value of financial instruments for which it cannot obtain quoted market prices in active markets as follows:

Alternative investments: The valuation of alternative investments is determined through consideration of the net asset values (NAV) provided by the investment advisors. The investment advisors' determination of fair value is based upon the best available information and other market factors which may include, but are not limited to, estimates of liquidation value, prices of recent transactions in the same or similar funds, current performance, future expectations of the particular investment, and changes in market outlook and the financing environment. For alternative investments, which are composed of hedge funds, the Foundation has determined that the NAV reported by the underlying fund is a practical expedient to fair value; however, adjustments to the reported NAV may be made based on various factors including, but not limited to, the basis of accounting used in determining NAV, the reporting date of the NAV, and probable sales of any individual investment funds as of the measurement date. The Foundation has concluded that these investments are redeemable with the fund at NAV under the original terms of the partnership agreements and/or subscription agreements and operations of underlying fund agreements. Due to the nature of these investments, changes in market conditions and the economic environment may significantly impact the NAV of the funds and, consequently, the fair value of the Foundation's interest in the funds.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Investments in venture capital and partnerships: The fair value of investments in venture capital and partnerships is based on the Foundation's estimated capital account as determined by the asset custodians. The asset custodians' determination of fair value uses quoted prices for any assets traded on a recognized securities exchange, and all other assets are valued based upon the best available information and other market factors which may include, but are not limited to, estimates of liquidation value, prices of recent transactions in the same or similar funds, current performance, future expectations of the particular investment, and changes in market outlook and the financing environment. The capital account is also adjusted for cumulative contributions and distributions. The investments are not eligible for redemption or transfer unless written consent has been obtained from the fund's General Partner. Due to the nature of these investments, changes in market conditions and the economic environment may significantly impact the value of the funds and, consequently, the fair value of the Foundation's interest in the funds.

Other receivables: The fair value of other receivables is determined using the fair market value of the assets held within the trust and calculated based upon the percent of assets designated to the Foundation as outlined in the trust agreement, and discounted to present value using current life expectancy tables at a discount rate of 5%.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

The following tables present, set forth by level within the fair value hierarchy, the Foundation's investments at fair value measurement:

	Balance at June 30, 2024	Level 1	Level 2	Level 3	Net Asset Value(a)
Investments:					
Money market	\$ 425,306	\$ —	\$ 425,306	\$ —	\$ —
Common stock and options	15,805,049	—	15,805,049	—	—
Exchange-traded and closed-end funds	3,806,731	—	3,806,731	—	—
Corporate securities	770,076	—	770,076	—	—
Mutual funds	7,572,985	—	7,572,985	—	—
Government securities	1,551,464	—	1,551,464	—	—
Alternative investments	12,821,106	—	—	—	12,821,106
Venture capital and partnership	8,777	—	—	8,777	—
	<u>\$ 42,761,494</u>	<u>\$ —</u>	<u>\$29,931,611</u>	<u>\$ 8,777</u>	<u>\$12,821,106</u>
Charitable gift annuity assets and liability:					
Cash and cash equivalents	\$ 57,632	\$ 57,632	\$ —	\$ —	\$ —
Fixed income securities	3,302,990	—	3,302,990	—	—
Equities	5,277,703	—	5,277,703	—	—
Alternative Investments	88,003	—	—	—	88,003
	<u>\$ 8,726,328</u>	<u>\$ 57,632</u>	<u>\$ 8,580,693</u>	<u>\$ —</u>	<u>\$ 88,003</u>
Other receivables and payables	<u>\$ 139,346</u>	<u>\$ —</u>	<u>\$ 139,346</u>	<u>\$ —</u>	<u>\$ —</u>

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

	Balance at June 30, 2023	Level 1	Level 2	Level 3	Net Asset Value(a)
Investments:					
Money market	\$ 344,024	\$ —	\$ 344,024	\$ —	\$ —
Common stock and options	11,072,683	—	11,072,683	—	—
Exchange-traded and closed-end funds	5,889,697	—	5,889,697	—	—
Corporate securities	697,224	—	697,224	—	—
Mutual funds	7,203,702	—	7,203,702	—	—
Government securities	1,770,790	—	1,770,790	—	—
Alternative investments	11,874,982	—	—	—	11,874,982
Venture capital and partnership	11,810	—	—	11,810	—
	<u>\$ 38,864,912</u>	<u>\$ —</u>	<u>\$26,978,120</u>	<u>\$ 11,810</u>	<u>\$11,874,982</u>
Charitable gift annuity assets and liability:					
Cash and cash equivalents	\$ 5,056,026	\$ 5,056,026	\$ —	\$ —	\$ —
Fixed income securities	2,934,761	—	2,934,761	—	—
	<u>\$ 7,990,787</u>	<u>\$ 5,056,026</u>	<u>\$ 2,934,761</u>	<u>\$ —</u>	<u>\$ —</u>
Other receivables and payables	<u>\$ 132,774</u>	<u>\$ —</u>	<u>\$ 132,774</u>	<u>\$ —</u>	<u>\$ —</u>

^(a)In accordance with Subtopic 820-10, certain investments that were measured at NAV per share (or its equivalent) have not been classified in the fair value hierarchy. The fair value amounts presented in these tables are intended to permit reconciliation of the fair value hierarchy to the line items presented in the statements of financial position.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

The table below presents additional information about assets measured at fair value on a recurring basis using level 3 inputs to determine fair value:

	Investments in Venture Capital and Partnerships
Balance at June 30, 2022	\$ 17,212
Realized and unrealized loss, net	(4,060)
Distributions	(1,342)
	<hr/>
Balance at June 30, 2023	11,810
Realized and unrealized loss, net	(1,717)
Distributions	(1,316)
	<hr/>
Balance at June 30, 2024	<u>\$ 8,777</u>

All unrealized gains and losses associated with the investments in venture capital and partnerships and alternative investments are reported in investment income on the statements of activities for the years ended June 30, 2024 and 2023. The unrealized gains and losses for the other receivables and payables are reflected as an increase or decrease in the respective asset and liability on the statements of financial position as of June 30, 2024 and 2023.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV

The following table summarizes the Foundation's alternative investments in funds valued using the fair value practical expedient of NAV as of June 30, 2024:

	Fair Value June 30, 2024	Redemption Frequency	Redemption Notice Period (Days)	Unfunded Commitment
Hedge fund (a)	\$ —	Quarterly	65	N/A
Hedge fund (b)	1,094,081	Quarterly	90	N/A
Hedge fund (c)	895,797	Quarterly	30	N/A
Hedge fund (d)	1,065,866	Quarterly	45	N/A
Private equity fund (e)	724,639	N/A	N/A	140,266
Private equity fund (f)	658,824	N/A	N/A	112,574
Private equity fund (g)	1,167,524	N/A	N/A	115,419
Private equity fund (h)	689,510	N/A	N/A	157,500
Private equity fund (i)	782,921	N/A	N/A	90,000
Private equity fund (j)	748,738	N/A	N/A	142,797
Private equity fund (k)	479,135	N/A	N/A	154,000
Private equity fund (l)	475,332	N/A	N/A	76,340
Private equity fund (m)	383,743	N/A	N/A	63,953
Private equity fund (n)	915,535	N/A	N/A	150,000
Private equity fund (o)	316,213	N/A	N/A	692,199
Private equity fund (p)	247,579	N/A	N/A	810,000
Private equity fund (q)	105,084	N/A	N/A	494,916
Private equity fund (r)	255,357	N/A	N/A	572,016
Private equity fund (s)	367,372	N/A	N/A	461,381
REIT (t)	<u>1,447,856</u>	Monthly	T-3	N/A
	<u>\$ 12,821,106</u>			

(a) Private Advisors Hedged Equity Fund, Ltd. invests in US global and emerging markets with long- and short-equity strategies. These strategies focus on bottom-up fundamental company analysis but may also include top-down macro-based views, market trends and sentiment factors and investments across sectors in the equity markets.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions

While the liquidity of the underlying assets may vary, withdrawals in this portfolio have a one-year lock up with a 4% early redemption penalty, and quarterly withdrawals thereafter with 65 days written notice. The Board of Directors, by written notice to shareholders wishing to redeem shares, may suspend redemption rights or the payment of redemptions, in whole or in part, when it reasonably believes it necessary or prudent to do so for the operation of the fund.

The Memorandum of Association and Articles of Association provide that the shares may not be sold, assigned, transferred, conveyed, or disposed of without the prior written consent of the Board of Directors, which consent may be given or withheld in its sole and absolute discretion. Any attempted sale, assignment, transfer, conveyance, or disposal without such consent may subject such shares to compulsory redemption.

Upon approval, if the shareholder decides to sell its interest (or any part thereof) in the fund to a third-party buyer, the fund would require an Assignment and Assumption to be completed. The third-party must complete a subscription agreement and be able to make all of the necessary representations that it is a qualified client and a qualified eligible person as outlined in the agreement. The third-party buyer will be subject to all necessary anti-money laundering checks and be required to provide documentation as requested by the fund's administrator. Each Assignment and Assumption is unique and should be discussed with the fund in advance. These transactions are completed at the first day of each calendar quarter: January 1, April 1, July 1 and October 1.

In October 2023, a full redemption was made and the redemption proceeds were transferred to the new hedge fund (d) and mutual funds managed by the Foundation's custodian (Morgan Stanley Smith Barney). Redemptions in full are subject to a holdback of 10% on redemption proceeds under the sole discretion of the fund's management until the fund's subsequent audit is completed as set forth in more detail in the fund's private placement memorandum. Interest will not be paid on amounts held back. The audit was complete and all amount held back were received prior to June 30, 2024.

- (b) Millennium International Ltd. is a multi-strategy fund using relative-value arbitrage, statistical arbitrage, event-driven merger arbitrage, and quantitative strategies investing in fixed income, commodities and other securities.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

Quarterly Redemption Schedule

A shareholder may elect to redeem up to 5% of the NAV of such shareholder's offered shares as of the end of any calendar quarter (a "Quarterly Redemption") by providing written notice at least 90 days and no more than 180 days prior to the end of the applicable calendar quarter (a "Quarterly Redemption Date"). In addition, if as a result of Quarterly Redemptions (whether or not consecutive) the NAV of a shareholder's Offered Shares is equal to 5% or less of its aggregate subscription amounts for offered shares, a shareholder may redeem the balance of such offered shares by providing written notice at least 90 days and no more than 180 days prior to the end of a calendar quarter. All notices must be provided to both Millennium International and the Administrator.

Annual Redemption Schedule

A shareholder may elect to redeem the entire net asset value of such shareholder's offered shares over a five-year period by making five consecutive annual redemption requests, with proceeds paid on a calendar quarterly basis within each such annual period (each annual period, an "Annual Redemption Period," and each calendar quarter end redemption date within an Annual Redemption Period, an "Annual Redemption Schedule Date"). A shareholder may elect to commence an Annual Redemption Period as of any calendar quarter, but such Annual Redemption Period does not have to coincide with a calendar year. A shareholder electing to redeem offered shares pursuant to the Annual Redemption Schedule must provide written notice to both Millennium International and the Administrator at least 90 days and no more than 180 days (i) prior to the first Annual Redemption Schedule Date of the first Annual Redemption Period and (ii) prior to the first Annual Redemption Schedule Date of each subsequent Annual Redemption Period.

During each Annual Redemption Period, redemption amounts will be calculated based on the NAV of such shareholder's offered shares as of each Annual Redemption Schedule Date (excluding the net asset value of any additional offered shares subscribed for or otherwise received following the commencement of the Annual Redemption Schedule).

- (c) Sculptor Overseas Fund II, Ltd utilizes a diversified, multi-strategy approach seeking to deliver positive, absolute returns throughout market cycles, with a focus on risk management and capital preservation. The fund opportunistically allocates across global investment strategies, including merger arbitrage, long/short equity special situations, corporate credit, structured credit, convertible and derivative arbitrage, as well as private investments.

Quarterly shareholders may redeem their quarterly shares, upon not less than 30 days prior written notice, or such lesser period as the Board of Directors, in its sole discretion, may permit, as of the last business day of each fiscal quarter.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

- (d) Verition International Multi-Strategy Fund Ltd. (Verition) is a multi-manager, relative value hedge fund. The fund has exposure to roughly 95 strategies split across Equity L/S, Fixed Income/Macro, Credit, Event Driven, Convertible/Volatility and Quantitative Strategies. The portfolio is built from the bottom-up with each Project Manager managing their allocated capital within predefined risk parameters. Verition seeks niche strategies that exhibit low correlations to the markets to each other.

Interests are subject to an 8.33% quarterly investor level gate with 45 day's notice and will effectively require that investors make successive redemptions over a 3-year period to fully liquidate their positions.

- (e) Private Advisor Small Fund VI participates in fund of funds investments, focusing solely on middle market fund managers located in North America. Fund managers primarily focus on growth equity, buyout, and distressed/turnaround strategies with fund sizes below \$750 million and an emphasis on fund sizes below \$500 million typically targeting investments in portfolio companies with total enterprise value below \$150 million.

The term of the Partnership will end 12 years after the date of the final closing but may be extended for up to a maximum of three consecutive one-year periods by the General Partner in its sole discretion and, thereafter, for further one-year periods with the consent of the Advisory Committee.

The partnership Agreement significantly restricts the ability of a Limited Partner to sell or otherwise transfer its Interest. Interests will not be transferable without the prior consent of the General Partner, which may be withheld by the General Partner in its sole discretion.

- (f) Hamilton Lane Private Markets Opportunity Fund LP seeks to create a portfolio of private equity primary investments in underlying funds and secondary and co-investment/direct investments. This Fund of Funds Series participates in diverse investment strategies including buyout, credit/distressed, secondaries, venture/growth capital, co-investment/direct and real estate/real asset and diverse geographies by allocating globally in investments.

The partnership term is 14 years subject to two extensions of one-year each. The first extension is at the discretion of the General Partner. The second extension must be at the consent of the Fund of Funds Advisory Committee. Two additional one-year extensions are given with the consent of a majority in interest of Limited Partners of the Fund of Funds Series.

The investment period is the first four to five years. Typically, in years six to ten, the fund manager begins to exit portfolio company investments, sending capital back to investors in the form of distributions. Partial realization can occur as early as years two and three.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

A Limited Partner may not sell, assign, or transfer any interest without the prior written consent of the General Partner, which may be given or withheld in the General Partner's sole and absolute discretion. Further, subject to certain exceptions for Limited Partners subject to Employee Retirement Income Security Act of 1974, a Limited Partner may not withdraw from the fund. The General Partner may require the withdrawal of a Limited Partner if such Limited Partner's continued participation in the fund could result in a violation of applicable law or may have a material adverse effect on the fund, the General Partner, or the Manager.

- (g) KKR Americas Fund XII LP invests in management buyouts and build-ups and growth equity investments, and other investments with a view to control, primarily in the United States, Canada, and Mexico.

The General Partner generally intends to distribute all cash proceeds from dispositions of portfolio company securities as soon as practicable after receipt thereof. Cash proceeds from the disposition of investments and current income may be distributed prior to the final closing date as the General Partner may determine in its sole discretion. Subject to up to two one-year extensions by the General Partner with approval of a majority in Interest of the Limited Partner following consultation with the Advisory Committee, the Fund will be terminated on the eleventh anniversary of the date on which the first portfolio investment was made, unless terminated earlier in accordance with the Partnership Agreement.

Generally, a Limited Partner will not be permitted to withdraw from the Fund or any portion of its capital account. A Limited Partner's Interest in the Fund may not be sold, transferred, pledged or assigned, in whole or in part, without the prior written consent of the General Partner. However, the General Partner will not unreasonably withhold or delay its consent to the transfer by a Limited Partner to an affiliate of such Limited Partner, and to the admission of such affiliate as a substitute Limited Partner, so long as such affiliate meets certain minimum requirements set forth in the Partnership Agreement.

- (h) CPG Vintage Access Fund, LLC seeks diversification by employing different strategies such as investments in buyout, growth equity, venture capital, private credit and real estate special situations with a focus on mid-cap and small-cap companies globally.

Investors reasonably can expect to receive distributions from the fund periodically after the fund receives distributions from investment funds and when Investment funds terminate, which the fund anticipates will occur approximately 10 to 12 years after the final closing. The fund will be wound up and dissolved after its final distribution to Investors.

Investors do not have the right to require the fund to redeem their units during the life of the fund, and the fund will not provide liquidity to Investors, through periodic written tender offers or otherwise.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

- (i) CPG Vintage Access Fund II, LLC seek long-term attractive risk-adjusted returns by investing in a portfolio of private equity, growth equity, venture capital, private credit, and other private investment funds.

The fund does not have a fixed term. The investment funds, however, generally will have fixed terms. Investors reasonably can expect to receive distributions from the fund periodically after the fund receives distributions from investment funds and when Investment funds terminate, which the fund anticipates will occur approximately 10 to 12 years after the Final Closing. The fund will be wound up and dissolved after its final distribution to Investors. Investors do not have the right to require the fund to redeem their units during the life of the fund, and the fund will not provide liquidity to investors, through periodic written tender offers or otherwise.

- (j) PA Small Company Private Equity Fund IX (Fund IX) intends to invest in 12–15 underlying fund managers over two to three vintage years and gain exposure to a diversified portfolio of approximately 150–200 underlying portfolio companies. Targeted underlying managers are expected to invest in a broad range of strategies, including buyouts, growth equity, and distressed/turnaround situations. In addition, Fund IX will seek to opportunistically utilize co-investments (15-20%) and/or secondary investments (10-15%) in order to deploy capital into the small company segment which may assist in mitigating the J-Curve.

The term of the partnership will end 12 years after the date of the final closing but may be extended for up to a maximum of two consecutive one-year periods by the General Partner in its sole discretion and thereafter, for further one-year periods with the consent of the Advisory Committee.

The partnership is subject to earlier dissolution and liquidation upon the first to occur of any of the following events: (i) the removal of the General Partner for cause, unless the partnership is continued after such removal in accordance with the provisions of the Partnership Agreement; (ii) the removal of the General Partner without cause, unless the Partnership is continued after such removal in accordance with the provisions of the Partnership Agreement; (iii) the written consent of the General Partner and two-thirds in interest of the Limited Partners or (iv) the disposition of the partnership's last investment and the final distribution of all assets and satisfaction of all liabilities of the Partnership (the "Final Distribution").

The Partnership Agreement significantly restricts the ability of a Limited Partner to sell or otherwise transfer its interest. Interests will not be transferable without the prior consent of the General Partner, which may be withheld by the General Partner in its sole discretion.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

- (k) TrueBridge Select Fund I (Cayman), L.P. seeks to build a concentrated portfolio of top-performing, elite venture capital and growth equity funds. TrueBridge expects to invest in up to eight managers with the expected number of funds ranging from approximately eight to twelve.

The term of the Partnership will terminate on the twelfth anniversary of the Initial Closing but may be extended thereafter at the discretion of the General Partner to permit orderly dissolution. The Partnership may be terminated at any time during the investment period by the vote of 80% in interest (capital invested) of the Limited Partners, and after the Investment Period, by the vote of 90% in interest of the Limited Partner. Generally, a Limited Partner may not sell, assign, or transfer any interest in the partnership without the prior written consent of the General Partner, which generally may be withheld in the General Partner's sole discretion. In addition, generally, a Limited Partner may not withdrawal any amount from the partnership.

- (l) Ares Climate Infrastructure Partners, L.P. (ACIP) focuses on Climate Infrastructure. The Fund will invest primarily in equities (~75%+) and some debt instruments of both assets and platform companies across the asset life cycle. ACIP will target value-add renewable energy, energy storage and microgrids, resource and energy efficiency, vehicle electrification, and transmission and smart grids. These investments will primarily be sourced in North America but may also include opportunities in OECD countries. ACIP's portfolio will target 15-20 investments with the typical expected hold period for each investment of four to six years. The Fund will focus on proven technologies; it will not make Cleantech venture investments.

Unless the Partnership is sooner dissolved and wound up as provided in Sections 9.2 or 9.3 or by operation of law, the term of the Partnership shall continue until the end of the fiscal quarter during which the tenth anniversary of the Initial Closing occurs, provided, however, that the term of the Partnership may be extended by the General Partner: (a) in its sole discretion for an additional one-year period; and (b) with the approval of the Advisory Board or a majority in interest of the CIP Investors for one or more additional one-year periods. Unless the Partnership is sooner dissolved, upon the expiration of the term, the Partnership shall dissolve and commence its winding up.

Except as otherwise provided in this Agreement, without the consent of the General Partner, no Partner shall have the right to withdraw its capital and profits from the Partnership, or to demand and receive any Partnership property in exchange for its interest in the Partnership. Notwithstanding the foregoing sentence, except as otherwise provided in this Agreement, the General Partner shall not have the right to withdraw its capital and profits from the Partnership.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

- (m) Bridge Workforce and Affordable Housing Fund II LP (WFAH II) seeks to provide investors with strong current yield, capital appreciation and attractive risk-adjusted returns. The General Partner will focus on workforce and affordable housing investment that it believes (1) can be acquired or developed at attractive prices relative to competitive assets in each submarket and current replacement costs, and (2) allow the Investment Manager to apply its proven management expertise to add value and optimize these assets by employing one of more of a variety of strategies at the asset level, including: adding amenities, improving unit interiors and common areas, effecting operations improvements, and implementing extensive community and social programs through alliances with strategic service providers.

The General Partner aims to assemble a diversified portfolio of workforce and affordable housing assets, with emphasis on assets the General Partner believes have strong current or potential income and capital appreciation potential. The partnership intends to focus on acquiring multifamily properties that satisfy the requirements for qualified investments for affordable housing for low- or moderate-income individuals under the CRA, where at least 51% of the units are occupied by families that earn a maximum of 80% of the area's median income, with certain investments also qualifying for LIHTC. Beyond meeting CRA criteria, the General Partner expects to further maintain and preserve affordable rents for households making less than 80% AMI.

The partnership shall, unless earlier dissolved and terminated pursuant to Section 9.1, continue in business until the close of business on the tenth anniversary of the Main Fund Initial Closing Date; provided, that the General Partner may extend the term of the partnership for successive one-year periods up to a maximum of two years; provided, further, that prior to extending the term of the partnership for the second such one-year period, the General Partner shall consult with the Advisory Committee (which, for the avoidance of doubt, shall not require the consent of the Advisory Committee).

Except as expressly provided in this agreement, (a) no Partner shall have the right to withdraw from the Partnership, to reduce its capital commitment, or to withdraw any part of its capital account and (b) no additional Partner may be admitted to the partnership. Each new Partner shall be admitted as a Partner upon the execution by or on behalf of it of an agreement pursuant to which it becomes bound by the terms of this agreement, and acceptance thereof by the General Partner. The names and addresses of all persons admitted as Partners and their status as a General Partner or a Limited Partner shall be maintained in the records of the partnership.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

- (n) HarbourVest Access – Co-Investment Fund VI LLC is seeking to build a global portfolio of direct co-investments primarily in buyout and growth equity transactions. The fund expects to construct a portfolio diversified by lead manager, industry, stage, and geography across 40-55 investments.

As an indirect Main Fund Limited Partner, the term of the access fund is expected to end as soon as practicable after the termination of the main fund, or such earlier time as the access fund Manager may determine to dissolve the access fund in its sole discretion. The term of the main fund is ten years, with up to three one-year extensions exercised at the discretion of the Main Fund General Partner, with the prior approval of a majority in interest of the Main Fund Limited Partners. In the event that the access fund is not able to invest in the Main Fund, including, without limitation, due to an insufficient amount of capital commitments, the access fund shall be wound up as soon as is reasonably practicable. As further described in the Access Fund Limited Liability Company Agreement, upon the occurrence of certain events that would otherwise cause the dissolution of the access fund, including without limitation, certain events that result in the Access Fund Manager ceasing to be the non-member Manager of the Access Fund, the remaining Members may agree to continue the business of the access fund and appoint one or more managers.

This is a long-term investment and Members generally have no right to withdraw from the Access Fund prior to its dissolution, except in limited circumstances as described in the Access Fund Limited Liability Company Agreement. Both the Access Fund and the Main Fund are intended for investors who can accept the significant risks associated with investing in illiquid assets. Accordingly, an investment in the Access Fund should only be considered by persons who can afford a loss of their entire investment and Members should maintain sufficient liquid assets to meet capital call obligations and manage short-term and long-term cash needs.

The Access Fund Manager in its sole discretion may at any time determine to dissolve the Access Fund and in furtherance thereof may distribute to each Member its indirect interest in the HCF VI Feeder Fund.

- (o) The Rise Fund III, L.P. will seek to make investments primarily in businesses that the General Partner believes have positive societal (i.e., social and/or environmental) impact. In light of the nature of such investments, the General Partner expects that such investments will consist primarily of small buyout, venture capital and growth investments.

The term of the partnership shall continue in full force and effect until December 31 immediately following the 10th anniversary of the later of (i) the final closing date and (ii) the effective date (such date, the “Initial Termination Date”), in each case, unless extended in accordance with paragraph 2.05(b) or the Limited Partnership Agreement (“LPA”) or terminated prior thereto in accordance with paragraph 10.01 of the LPA.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

A Limited Partner's interest is not transferable except with the consent of the General Partner, and a Limited Partner's capital may not be withdrawn from the fund unless such a withdrawal is required by or consented to by the General Partner under the terms of the Partnership Agreement. Limited Partners may not resell, transfer or otherwise dispose of their interest without an effective registration statement or the availability of an exemption from registration under the Securities Act and the securities laws of other relevant jurisdictions.

- (p) HarbourVest Access – Dover Street XI LLC is seeking to deliver attractive long-term performance, as well as strong interim performance, including early liquidity, by investing in mature private equity investments, including buyout, growth equity, venture capital and other private market assets, with an emphasis on complex secondary transactions.

As an indirect Main Fund Limited Partner, the term of the access fund is expected to end as soon as practicable after the termination of the main fund, or such earlier time as the access fund Manager may determine to dissolve the access fund in its sole discretion. The term of the main fund is 10 years, with up to four one-year extensions exercised at the option of the main fund general partner. In the event that the access fund is not able to invest in the Main Fund, including, without limitation, due to an insufficient amount of capital commitments, the Access Fund shall be wound up as soon as is reasonably practicable. As further described in the Access Fund Limited Liability Company Agreement, upon the occurrence of certain events that would otherwise cause the dissolution of the Access Fund, including without limitation, certain events that result in the Access Fund Manager ceasing to be the non-member Manager of the Access Fund, the remaining Members may agree to continue the business of the Access Fund and appoint one or more managers.

This is a long-term investment and Members generally have no right to withdraw from the access fund prior to its dissolution, except in limited circumstances as described in the Access Fund Limited Liability Company Agreement. Both the access fund and the main fund are intended for investors who can accept the significant risks associated with investing in illiquid assets. Accordingly, an investment in the access fund should only be considered by persons who can afford a loss of their entire investment and Members should maintain sufficient liquid assets to meet capital call obligations and manage short-term and long-term cash needs.

The Access Fund Manager in its sole discretion may at any time determine to dissolve the access fund and in furtherance thereof may distribute to each Member its indirect interest in the Dover XI Feeder Fund.

CALIFORNIA STATE UNIVERSITY FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

- (q) Collier International Partners IX, L.P. (Collier) is focused on executing secondary transactions from across the secondary market, ranging from diversified LP-led transactions to complex direct and GP-led transactions. Collier maintains a flexible strategy that allows them to focus their investing efforts in allocating to transaction/asset types that present the best risk-return profile in the current market environment. Collier generally focuses on acquiring buyout assets, but Fund IX may have an allocation across the private markets to include credit and other asset types

Fund Term: 10 years from Final Closing Date

The term of the feeder partnerships will continue until the business day following the end of the term of the fund vehicles, provided that the feeder partnerships may be dissolved earlier in certain limited situations outlined in the feeder agreements.

In certain very limited circumstances as set out in the fund agreements, the General Partner may permit an Investor to withdraw from the fund or require that an Investor withdraw from the fund in order to protect the interests of the Fund or other investors.

- (r) KKR Global Impact Fund II LP. will look to invest up to \$250 million in equity to between 15 and 25 portfolio companies, primarily in North America, Europe, and Asia, that fit into the following themes: Climate Action, Sustainable Living, Lifelong Learning, and Inclusive Growth.

The private investors vehicles will continue in existence through the termination, liquidation and dissolution of the main fund (which is expected to be at least 11 years following the date of the main fund's first portfolio investment); provided that the private investors vehicles may be dissolved and terminated earlier in certain limited situations outlined in the Partnership Agreements.

Generally, a Limited Partner will not be permitted to withdraw from a private investors vehicle or withdraw any portion of its capital account. A Limited Partner's Interest in a private investors vehicle may not be directly or indirectly synthetically or otherwise, sold, transferred, pledged, assigned, hypothecated, conveyed, exchanged, referenced under a derivatives contract or otherwise disposed of (in whole or in part) without the prior written consent of the General partner, which consent may be given or withheld in its sole discretion, except that the General Partner will not unreasonably withhold or delay its consent to the transfer by a Limited Partner to an affiliate of such Limited Partner and to the admission of such affiliate as a substitute Limited Partner, so long as such affiliate meets certain minimum requirements set forth in the Partnership Agreements. It is expected that the General Partner will generally only permit transfers by Limited Partners semi-annually.

- (s) Vistria Fund V, LP is seeking to make middle-market buyout and growth equity investments in knowledge and learning, health care, and financial services companies in the United States. The fund targets companies with EBITDA between \$10 and \$100 million and up to \$500 million in enterprise value. Typical equity investments range from \$50 million and \$500 million.

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 9 - Fair Value Measurements (Continued)

Alternative Investments Reported at NAV (Continued)

Terms, Conditions, and Restrictions (Continued)

The fund has a stated term of ten years, subject to two one-year extensions.

To the fullest extent permitted by law, and except as provided in the following sentence, no Limited Partner may transfer all or any portion of its Interest, without the prior written consent of the General Partner, which consent may be given or withheld, or made subject to such conditions as determined by the General Partner, in the General Partner's sole discretion. The General Partner will not unreasonably withhold or delay its consent to a Transfer by a Limited Partner of all or any portion of its interest to any affiliate of such Limited Partner and to the admission of such affiliate as a Substitute Limited Partner. Unless assumed by a transferee with the prior written consent of the General Partner, the Limited Partner proposing to transfer any interest will be responsible (and will reimburse the General Partner for, to the extent applicable) for all costs and expenses of the fund and the General Partner in connection therewith (regardless of whether such proposed transfer is completed), subject to a minimum of \$7,500 for any completed transfer (unless waived or otherwise agreed by the General Partner).

- (t) Blackstone Real Estate Investment Trust is a non-traded REIT focused on investing in primarily stabilized commercial real estate properties diversified by sector with a focus on providing current income to investors.

Monthly repurchases will be made at the transaction price, which is generally equal to the prior month's NAV with an overall limit of 2% of the NAV per month and 5% of the NAV per quarter. Shares not held for at least one year will be repurchased at 95% of that month's transaction price. Repurchase requests must be received in good order by the second to last business day of the applicable month. The share repurchase plan is subject to other limitations and the board may modify, suspend or terminate the plan.

NOTE 10 - Related-Party Transactions

The Foundation receives grants for the California State University Office of the Chancellor (Chancellor's Office) or CSU campuses, which it then disburses to the respective organizations. During the years ended June 30, 2024 and 2023, approximately \$3,671,000 and \$4,943,000, respectively, were disbursed to CSU organizations, and is presented on the accompanying statements of activities as projects, grants, student scholarships and other assistance expenses.

At June 30, 2024 and 2023, the Foundation had payables due to the Chancellor's Office of \$26,420 and \$772 respectively. At June 30, 2023, the Foundation had receivables of \$3,645 due from the Chancellor's Office. At June 30, 2024, there were no amounts due from the Chancellor's Office.

CALIFORNIA STATE UNIVERSITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2024 AND 2023

NOTE 10 - Related-Party Transactions (Continued)

During fiscal years 2024 and 2023, the Foundation received services from the Chancellor's Office for administrative and fundraising activities. These activities are valued by management by estimating a proportion of time of each Chancellor's Office employee who performs services on behalf of the Foundation. The salary and benefits for each of these Chancellor's Office employees is multiplied by the proportion of time allocated to services on behalf of the Foundation to reach the total dollar value. For the years ended June 30, 2024 and 2023, the value of such services to the Foundation were \$433,384 and \$406,743, respectively, and is presented on the accompanying statements of activities as contributions without donor restrictions. For the years ended June 30, 2024 and 2023, the corresponding expenses are reported as in-kind administrative expenses in the amount of \$376,798 and \$353,457, respectively, and fundraising expenses in the amount of \$56,586 and \$53,286, respectively, without donor restrictions.

NOTE 11 - In-Kind Support

In addition to the services from Note 10, the Foundation received in-kind support totaling \$13,610, which is presented on the accompanying statements of activities as contributions in which \$13,610 was with donor restriction during the year ended June 30, 2024. The Foundation disbursed in-kind support totaling \$14,370, which included the unused tangible in-kind support from the prior fiscal year of \$760. At June 30, 2024, there was no tangible in-kind support that was not disbursed. In-kind support not disbursed is typically presented as other current assets on the statements of financial position.

NOTE 12 - Supplemental Disclosure of Noncash Investing and Financing Activities

The Foundation increased Alumni Council liability for the investment income on behalf of Alumni Council of \$14,746 and \$9,692 during the years ended June 30, 2024 and 2023, respectively.